

# LETSHEGO HOLDINGS LIMITED

Incorporated in the Republic of Botswana Co. BW00000877524 (Formally 98/442)



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## MOODY'S KEEPS LETSHEGO CREDIT RATING UNCHANGED WITH OUTLOOK "STABLE"

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Letshego Holdings Limited ("LHL" | "the Group" | "Letshego") was incorporated in 1998, is Headquartered in Gaborone and has been publicly listed on the Botswana Stock Exchange (BSE) since 2002. Letshego is a pan-African retail financial services Group with microfinance banking and consumer lending subsidiaries across eleven countries in sub-Saharan Africa.

Pursuant to the Terms and Conditions of the Letshego Holdings Limited ZAR2,500,000,000.00 Medium Term Note Programme, Noteholders are advised that Moody's Investor Service ("Moody's") has affirmed that the Group's current Ba2 Corporate Family Rating (CFR) and Ba3/Not Prime issuer rating remains unchanged, and the Group's outlook "stable". (The rating action is in line with the publication of Moody's Finance Companies rating methodology issued on 10 December 2018)

Moody's latest credit research analysing the Letshego Group notes, *"Letshego's CFR of Ba2 is driven by the company's high capital buffers and profitability, supported by its low-cost franchise, and its developing diversification across regional countries, which makes the company resilient to an adverse development in any of its markets."*

Furthermore, the credit research confirms the Group's "strengths are balanced against Letshego's (1) niche and concentrated business model reliance on payroll deductions for loan repayment collections, (2) exposure to foreign exchange risk, (3) high asset risk, and (4) dependence on wholesale funding, [although the company is taking actions to address this weakness]."

The complete and official Moody's Credit Research release is available on the Issuer's website on links <https://www.letshego.com/investor-publication-types/credit-ratings> or [www.moodys.com](http://www.moodys.com)

**For and on behalf of the Group Board**

**Enos Banda**

Group Chairman Letshego Holdings Ltd  
17 July 2020

**Sponsoring Broker**

**motswedisecurities**  
Member of Botswana Stock Exchange

